BEFORE THE ARIZONA CORPORATION COMMISSION 1 JEFF HATCH-MILLER RECEIVED Chairman Arizona Corporation Commission WILLIAM A. MUNDELL DOCKETED Commissioner 4 MARC SPITZER MAY 0 9 2005 MAY 0 5 2005 Commissioner 5 MIKE GLEASON AZ Corporation Commission DOCKETED BY Commissioner **Director Of Utilities** KRISTIN K. MAYES Commissioner 7 8 IN THE MATTER OF THE APPLICATION) DOCKET NO. W-02476A-05-0118 OF BRADSHAW WATER COMPANY, INC. DECISION NO. 67824 9 APPLICATION TO AMEND ITS TARIFF **ORDER** 10 11 Open Meeting May 3, 2005 12 Phoenix, Arizona 13 14 BY THE COMMISSION: **FINDINGS OF FACT** 15 On February 22, 2005, Bradshaw Water Company, Inc. ("Company") filed a request to 1. 16 amend its tariff (approved in Decision No. 64286). The proposed amendment requests to change the 18 monthly usage charge for 1-inch meters where they are needed to comply with a Central Yavapai Fire 19 District ("Fire District") requirement for residential customers whose homes require a sprinkler system. 2. The Company requests that the monthly usage charge for a 1-inch meter be reduced to 20 the same monthly usage charge for $5/8 \times \frac{3}{4}$ -inch and $\frac{3}{4}$ -inch meters typical in other residential homes. 3. On March 4, 2005, the Company requested that the time clock rules be waived. 22 The Company provides service to approximately 140 customers in an area near Prescott 4. 23 within Yavapai County, Arizona. 5. The Company's current rates were authorized in Decision No. 64286 on December 28, 25

The Company serves a small subdivision called Creekside of Prescott. The Fire District

28 has determined that eight residential lots on Hunter Ridge Road will require a sprinkler system due to

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insufficient water flow through the nearby fire hydrant. A 1-inch meter is required for the sprinkler systems.

- The current monthly minimum for a 1-inch meter is \$82.50 which is substantially 7. higher than the \$33.00 minimum for 5/8 x ³/₄-inch and ³/₄-inch meters.
- The Company has proposed that 1-inch meters required for sprinkler systems in 8. residential property have a monthly minimum charge similar to 5/8 x ¾-inch and ¾-inch meters.
- The Company proposes two separate monthly minimum charges for 1-inch meters as 9. depicted in Exhibit I.
- Staff has determined that approval of the proposed tariff amendment will have an 10. 10 linsignificant financial impact on the Company.
- Staff has recommended approval, with conditions, of the tariff amendment as being 11. 12 both equitable and practical.

CONCLUSIONS OF LAW

- The Company is a public service corporation within the meaning of Article 15 of the 1. Arizona Constitution and Title 40 of the Arizona Revised Statutes.
- The Commission has jurisdiction over the Company and over the subject matter of the 2. 17 application.
 - The Commission having reviewed the application and Staff's Memorandum of April 4, 3. 2005, concludes that it is in the public interest to grant the Company's request to amend its tariff as provided for Exhibit I.
 - The Company is required to limit the application of the tariff amendment to the eight 4. lots subject to the current Fire District sprinkler requirement.
 - The Company will be required to prepare an analysis in its next rate application to 5. either continue or discontinue a separate rate for 1-inch residential meters required for residential sprinkler systems.

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EGJ:JJD:red/DR

DISSENT:

<u>ORDER</u>

IT IS THEREFORE ORDERED that the application be and hereby is granted.

IT IS FURTHER ORDERED that application of the tariff amendment be limited to the eight 4 lots on Hunter Ridge Road subject to the current Central Yavapai Fire District sprinkler requirement.

IT IS FUTHER ORDERED that the Company prepare an analysis, in its next rate application, 6 to either continue or discontinue a separate rate for 1-inch residential meters required for residential 7 sprinkler systems.

IT IS FURTHER ORDERED that this Decision shall become effective immediately.

BY ORDER OF THE ARIZONA CORPORATION COMMISSION

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6	Land Elles COMMISSIONER	COMMISSION	ER
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8		IN WITNESS WHEREOF, I, BRIAN	
9		Secretary of the Arizona Corpora hereunto, set my hand and caused	
0		Commission to be affixed at the Capit this 5 day of May	
21		V/mil	
2		10/1/1	· <u>/</u>
3		BRIAN C. McNEIL Executive Secretary	
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Exhibit I

BRADSHAW WATER COMPANY, INC. **RATES AND CHARGES**

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RATES

5/8 x 3/4" Meter \$ 33.00 \$ 33.00 3/4" Meter 1" Meter* \$ 33.00 1" Meter \$ 82.50 1-1/2" Meter \$ 165.00 2" Meter \$ 264.00

*When required for residential sprinkler systems for the eight lots on Hunter Ridge Road.

MONTHLY USAGE CHARGE

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Page 5 1 || SERVICE LIST FOR: BRADSHAW WATER COMPANY, INC. DOCKET NO. W-02476A-05-0118 3 Mr. Don Lovell Secretary 4 Bradshaw Water Company, Inc. Post Office Box 12758 Prescott, Arizona 86304 Mr. Ernest G. Johnson 7 Director, Utilities Division Arizona Corporation Commission 8 1200 West Washington Street 9 Phoenix, Arizona 85007 10 Mr. Christopher C. Kempley Chief Counsel, Legal Division Arizona Corporation Commission 1200 West Washington Street 12 Phoenix, Arizona 85007 13 Ms. Lyn Farmer Chief Administrative Law Judge Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85007 16 17 18 19 20 21 22 23

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